

MINUTES
STATE BOARD OF FINANCE
March 18, 2008
OFFICE OF THE OMB DIRECTOR
STATE HOUSE ROOM 212

Members in Attendance:

Auditor Tim Berry
Chris Ruhl, SBA Director
Treasurer Richard Mourdock

Also in Attendance:

Kirke Willing, Deputy Auditor
Adam Horst, State Budget Agency
Debbie Hine, Department of Education
Michael J. Smith, Budget Agency
Gary Eaton, INDOT
Kathy Frick, Auditor of State's Office

CALL TO ORDER

SBA Director, Chris Ruhl, called the meeting to order at 9:05am.

APPROVAL OF MINUTES

Auditor Berry moved to approve the minutes from the January 15, 2008 meeting. Treasurer Mourdock seconded, and the minutes were unanimously approved.

DESIGNATION OF A DEPOSITORY FOR PUBLIC FUNDS OF THE STATE

At the request of Treasurer Richard Mourdock, pursuant to I.C. 5-13-9.5, the "Application for Designation as a Depository of Public Funds" was submitted to the Board for approval on behalf of M&I Marshall & Ilsley Bank of Milwaukee, Wi. OMB Director Chris Ruhl moved to approve the designation, Auditor Tim Berry seconded, and the designation was unanimously approved.

INDIANAPOLIS DESEGREGATION DISTRIBUTIONS

A request was made by the Department of Education for the desegregation distributions to the following Indianapolis School Corporations effective April 15, 2008. The April quarterly installment for desegregation represents one-fourth of the estimated expenses for 2007-2008 and totals \$9,884,257.96. Seven public school corporations under the Order submitted these claims. Transfer tuition comprises \$5,773,149.77. The residual \$4,111,108.19 is transportation, other desegregation costs and transition support.

<u>MSD Decatur Twp.</u>	
Transfer Tuition	\$545,472.06
Regular Transportation	223,840.39
Extracurricular Transportation	55,661.93
Other Desegregation Costs	<u>397,450.91</u>
Total	\$1,222,425.29
<u>Franklin Township</u>	
Transfer Tuition	\$414,560.94
Regular Transportation	252,331.25
Other Desegregation Costs	<u>290,081.34</u>
Total	\$956,973.53
<u>MSD Lawrence Twp.</u>	
Transfer Tuition	\$396,263.30
Regular Transportation	40,614.28
Other Desegregation Costs	<u>135,365.82</u>
Total	\$572,243.40
<u>MSD Perry Twp.</u>	
Transfer Tuition	\$1,442,801.39
Regular Transportation	662,958.89
Other Desegregation Costs	<u>700,517.11</u>
Total	\$2,806,277.39
<u>MSD Warren Twp.</u>	
Transfer Tuition	\$1,106,162.01
Regular Transportation	135,386.08
Other Desegregation Cost	<u>256,982.34</u>
Total	\$1,498,530.43
<u>MSD Wayne Twp.</u>	
Transfer Tuition	\$1,867,890.07
Regular Transportation	178,762.21
Other Desegregation Costs	<u>435,530.64</u>
Total	\$2,482,182.92
<u>Indianapolis Public</u>	
Transition Support	<u>\$345,625.00</u>
Total	\$345,625.00

Pursuant to the Federal Court Order, section 5(a)(1), the State shall repay itself from the state support due the Indianapolis Public Schools the lesser of the total amount of transfer tuition payable to all receiving corporations or certain state and local revenues for the students transferred. Accordingly, the April tuition support payment to the Indianapolis Public Schools will be decreased by \$4,976,242.96.

Auditor Berry moved to approve the distributions as set forth in the agenda, Treasurer Mourdock seconded, and the distributions were unanimously approved.

DEFERRED COMPENSATION COMMITTEE APPOINTMENT

Auditor Tim Berry moved to appoint Steffanie Rhinesmith to the Deferred Compensation Committee position recently vacated by Tony Armstrong. OMB Director Chris Ruhl seconded, the motion was unanimously approved.

DEFERRED COMPENSATION COMMITTEE

Auditor Berry submitted the Indiana Deferred Compensation 2007 Annual Report to the State Board of Finance as required by Indiana Code 5-10-1.1-4(h), a copy of which is attached as Exhibit A. Treasurer Mourdock moved to approve the report. OMB Director Chris Ruhl seconded, the report was unanimously approved.

BUDGET AGENCY TRANSFER OF FUNDS FROM INDOT TO DNR

State Budget Agency presented to the Board, a request for the approval to transfer funds totaling \$19,300,000 from INDOT's Intermodal Operations account (4600/100400) to DNR's Trails Program account (6000/199400). The MOU is attached as Exhibit B. Auditor Berry moved to approve the transfer, Treasurer Mourdock seconded, and the transfer was unanimously approved.

OUTSTANDING WARRANTS

The Auditor of States Office submitted to the Board, pursuant to IC 4-10-10-3 (c) a list of warrants which have been outstanding for a period of two (2) or more years as of December 31, 2007. The complete list of the warrants is attached as Exhibit C. All funds relating to these warrants have been transferred to fund/center 6420/185620 for 2005 warrants pursuant to IC 4-10-10-5 (c). Treasurer Richard Mourdock moved to approve the transfer these funds, Chris Ruhl seconded, the transfer was unanimously approved.

NEW OR OTHER BUSINESS

No new business was brought before Board.

ADJOURNMENT

SBA Director Chris Ruhl moved to adjourn the meeting, Auditor Tim Berry seconded, the motion to adjourn was unanimously approved, and the meeting was adjourned.

Auditor Tim Berry

Governor Mitch Daniels or Chris Ruhl, SBA Director

Treasurer Richard Mourdock